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April 27, 2005

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Ms. Jean A. Webb
Secretary
Commodity Futures Trading Commission
Three Lafayette Center
1155 21st Street, N.W.
Washington, D.C. 20581

Reference File #2548.01
Rule Certification

Dear Ms. Webb:

Pursuant to Commission Regulation 40.6(a), the Chicago Board of Trade (CBOT[®]) hereby submits the following:

- **Amendments to Regulation 1007.02 per the attached text (additions underlined).**

The referenced amendments will enable Modified Closing Calls ("MCC"s) to be conducted in designated option contracts in the open auction environment. (MCCs already are authorized for all futures traded by open auction.) Initially, the MCC provision for options will be implemented for Wheat options on a pilot program basis, as indicated in the attached Exchange Notice dated April 27, 2005.

The CBOT intends to implement these amendments as of May 2, 2005.

When amended Regulation 1007.02 was considered by the CBOT Board of Directors, one Board member voted against the proposed amendments (vs. fifteen voting in favor). Substantive opposing views were not otherwise expressed.

The CBOT certifies that this program complies with the Commodity Exchange Act and the rules thereunder.

Sincerely,

Paul J. Draths
Vice President and Secretary

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Additions Underlined

1007.02 Modified Closing Call - Immediately following the prescribed closing procedure for all futures and designated options contracts traded by open outcry, there shall be a two (2) minute trading period (the "modified closing call"). (i) All trades which may occur during regularly prescribed trading hours may occur during the call at prices within the closing range for futures contracts and at any price within the price limits for options contracts; (ii) no new customer orders may be entered into the call, unless such orders are for contracts that are also traded electronically during the call; (iii) cancellations may be entered into the call; (iv) stop, limit and other resting orders elected by prices during the close may be executed during the call; (v) individual members may execute or enter orders for their own accounts in the call; and (vi) member firms, and those entities which are wholly-owned by member firms, that wholly-own member firms, or that are wholly-owned by the same parent company(ies) as member firms, trading for such firms' or entities' own proprietary accounts may initiate trades or enter orders into the call.

Unless otherwise specified by Exchange regulation or policy, the daily settlement price for each contract shall be determined by the relevant Pit Committee at the close of Regular Trading Hours. The settlement price shall be determined by the Pit Committee based upon various factors including, but not limited to (a) the prices that traded during the close; (b) the volume traded at particular prices within the closing range; (c) bids and offers made during the close; (d) the prices at which spreads traded during the close; and (e) the settlement price(s) of related contracts. If the proposed settlement price differs from the midpoint of the closing range for a particular contract, the Pit Committee will document the basis for the deviation from the midpoint. Such documentation must be signed by two members of the Pit Committee. In all cases, however, the Exchange, in its capacity as a Derivatives Clearing Organization, reserves the right to make the final decision on settlement prices.

April 27, 2005

NOTICE

**Pilot Program Establishing a Modified Closing Call in Wheat Options
To Begin May 2, 2005**

Effective May 2, 2005, the Chicago Board of Trade will implement a Modified Closing Call (MCC) in **Wheat Options** on a pilot basis subject to the provisions listed below.

1. The options MCC will run concurrent with the corresponding futures MCC, generally from 1:23 p.m. to 1:25 p.m; there will be no MCC on the last day in an expiring option.
2. No new customer orders may be entered after the regular close at 1:15 p.m. All customer orders executed during the MCC must be time stamped and received in the trading pit prior to the closing bell. It is not permissible to modify execution instructions for a customer order after the close of regular trading to facilitate the execution of the order during the MCC. The quantity of an order may be reduced or the order may be canceled.
3. Individual members may execute or enter orders for their own accounts during the MCC. Member firms (and those entities that are wholly-owned by member firms, that wholly own member firms or that are wholly owned by the same parent company as member firms) may initiate trades or enter orders into the call for the firm's proprietary accounts.
4. All options and option spreads that are available to trade during the session may trade during the MCC. Stop orders elected by prices during the regular close may be executed during the MCC; however stop orders will not be elected by prices traded during the MCC unless the customer instructs otherwise.
5. Options traded during the MCC may be executed at prices within the daily price limits.
6. The closing range and the Pit Committee's settlement recommendations for the options will be based upon relevant activity during the regular closing period.

The Regulatory Compliance Committee will evaluate the results of the pilot following the 30-day pilot period and make appropriate recommendations to the Executive Committee. Questions regarding this notice may be directed to Jennifer Baum (312 341-4124) or Dean Payton (312 435-3658) of the Office of Investigations and Audits.

Paul J. Draths
Vice President & Secretary